

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD MEETING
MAY 11, 2026

Chairwoman L'Oreal Stepney called to order the meeting of the Texas Water Development Board at 9:30 a.m. This meeting was held at 1700 Congress Ave., Stephen F. Austin Building, Room 170; and via Webinar in Austin, Texas. In addition to Chairwoman Stepney, Directors Ashley Morgan and Brady Franks were in attendance, and a quorum was present.

The General Counsel announced the items for consideration:

1. Consider authorizing the Executive Administrator, Chief Financial Officer, General Counsel, Development Fund Manager, and Director of Debt and Portfolio Management to initiate the 2026 State Water Implementation Revenue Fund for Texas revenue bond and Water Financial Assistance general obligation bond sale and approve the selection of financial advisor, bond counsels, disclosure counsel, senior, and co-managing underwriters. Thomas Quick, Office of Finance, presented this item.

Director Franks moved to authorize the Executive Administrator, Chief Financial Officer, General Counsel, Development Fund Manager, and Director of Debt and Portfolio Management to initiate the 2026 State Water Implementation Revenue Fund for Texas revenue bond and Water Financial Assistance general obligation bond sale and approve the selection of financial advisor, bond counsels, disclosure counsel, senior, and co-managing underwriters, as recommended by the Executive Administrator.

The motion was seconded by Director Morgan, and it passed unanimously.

2. Consider approving by resolution: (a) the issuance, sale, and delivery of State of Texas, General Obligation Water Financial Assistance Bonds, Series 2026; (b) a Preliminary Official Statement; and (c) authorization for the Executive Administrator, Assistant Executive Administrator, General Counsel, Chief Financial Officer, Development Fund Manager, and Director of Debt and Portfolio Management, or any other authorized representative to act on behalf of the Texas Water Development Board in the sale and delivery of such bonds. Lina Linehan, Office of Finance, presented this item.

Director Morgan moved to approve the issuance, sale, and delivery of State of Texas, General Obligation Water Financial Assistance Bonds, Series 2026; a Preliminary Official Statement; and authorization for the Executive Administrator, Assistant Executive Administrator, General Counsel, Chief Financial Officer, Development Fund Manager, and Director of Debt and Portfolio Management, or any other authorized representative to act on behalf of the Texas Water Development Board in the sale and delivery of such bonds, as recommended by the Executive Administrator.

The motion was seconded by Director Franks, and it passed unanimously.

3. Briefing and discussion on material changes to contracts for goods and services executed during the second quarter of Fiscal Year 2026. Lauren Grooms-Meyers, Office of Finance, presented this item.

NO ACTION WAS TAKEN ON THIS ITEM.

4. Consider authorizing the Executive Administrator to execute a Texas Water Information System Expansion and Contract Administration System maintenance contract for fiscal year 2027 in an amount not to exceed \$120,405, with a one-year renewal option for fiscal year 2028. The total contract amount will not exceed \$467,990 for fiscal years 2025–2028. Mahmood Usmaan, Information Technology, presented this item.

Director Franks moved to authorize the Executive Administrator to execute a Texas Water Information System Expansion and Contract Administration System maintenance contract for fiscal year 2027 in an amount not to exceed \$120,405, with a one-year renewal option for fiscal year 2028. The total contract amount will not exceed \$467,990 for fiscal years 2025–2028, as recommended by the Executive Administrator.

The motion was seconded by Director Morgan, and it passed unanimously.

5. Consider authorizing the Executive Administrator to negotiate a contract for an Enterprise Information Technology Modernization Assessment not to exceed \$1,727,000. Patricia Avitia, Information Technology, presented this item.

Director Morgan moved to authorize the Executive Administrator to negotiate a contract for an Enterprise Information Technology Modernization Assessment not to exceed \$1,727,000, as recommended by the Executive Administrator.

The motion was seconded by Director Franks, and it passed unanimously.

6. Consider authorizing the Executive Administrator to negotiate and execute a contract for the implementation of a Floodplain and Grants Management System in an amount not to exceed \$1,988,000 for fiscal years 2026–2027. Kayleigh Hanna, Information Technology, presented this item.

Director Franks moved to authorize the Executive Administrator to negotiate and execute a contract for the implementation of a Floodplain and Grants Management System in an amount not to exceed \$1,988,000 for fiscal years 2026–2027, as recommended by the Executive Administrator.

The motion was seconded by Director Morgan, and it passed unanimously.

7. Consider approving by resolution an application from Cameron County for grant funding in an amount not to exceed \$1,200,000 from the Flood Infrastructure Fund for Flood Mitigation Strategy related projects. Kathy Hopkins, Water Supply & Conservation, presented this item. Janie Lopez, Texas State Representative (HD 37); and Augusto Sanchez Gonzalez, Cameron County, addressed the Board.

Director Morgan moved to adopt the proposed resolution from Cameron County for grant funding in an amount not to exceed \$1,200,000 from the Flood Infrastructure Fund for Flood Mitigation Strategy related projects, as recommended by the Executive Administrator.

The motion was seconded by Director Franks, and it passed unanimously.

8. Consider approving the Third Amended 2023 Regional Flood Plan for Region 15 Lower Rio Grande. Kevin Wessels, Office of Planning, presented this item. David A. Garza, Cameron County, addressed the Board.

Director Franks moved to approve the Third Amended 2023 Regional Flood Plan for Region 15 Lower Rio Grande, as recommended by the Executive Administrator.

The motion was seconded by Director Morgan, and it passed unanimously.

9. Consider approving by resolution a request from the 32SII, LLC dba Chipper Point Apartments (Lubbock County) for \$239,900 in principal forgiveness from the Drinking Water State Revolving Fund for planning, design, and construction of a water system improvements project. Theresa Finch, Water Supply & Infrastructure, presented this item.

Director Morgan moved to adopt the proposed resolution for the 32SII, LLC dba Chipper Point Apartments for financial assistance from the Drinking Water State Revolving Fund for planning, design, and construction of a water system improvements project, as recommended by the Executive Administrator.

The motion was seconded by Director Franks, and it passed unanimously.

10. Consider amending by resolution the previously adopted Texas Water Development Board Resolution 24-046, as amended, to modify the Bistone Municipal Water Supply District's State Water Implementation Revenue Fund for Texas annual loan closing schedule. Clay Schultz, Water Supply & Infrastructure, presented this item.

Director Franks moved to adopt the proposed resolution amending the previously adopted Texas Water Development Board Resolution 24-046, as amended, to modify the Bistone Municipal Water Supply District's State Water Implementation Revenue Fund for Texas annual loan closing schedule, as recommended by the Executive Administrator.

The motion was seconded by Director Morgan, and it passed unanimously.

11. Consider authorizing the Executive Administrator to execute an agreement with the City of Conroe for a \$15,000,000 grant pursuant to SB 1, 89th Leg., R.S., Article IX, Section 17.18 (27). Nancy Richards, Water Supply & Infrastructure, presented this item.

Director Morgan moved to authorize the Executive Administrator to execute an agreement with the City of Conroe for a grant pursuant to SB 1, 89th Leg., R.S., Article IX, Section 17.18, as recommended by the Executive Administrator.

The motion was seconded by Director Franks, and it passed unanimously.

12. Consider authorizing the Executive Administrator to execute an agreement with the Harris County Flood Control District for a \$10,000,000 grant pursuant to SB 1, 89th Leg., R.S., Article IX, Section 17.18 (17). Nancy Richards, Water Supply &

Infrastructure, presented this item.

Director Franks moved to authorize the Executive Administrator to execute an agreement with the Harris County Flood Control District for a grant pursuant to SB 1, 89th Leg., R.S., Article IX, Section 17.18, as recommended by the Executive Administrator.

The motion was seconded by Director Morgan, and it passed unanimously.

13. Consider approving by resolution a) a request from the City of Crowley (Tarrant County) for \$26,000,000 in financial assistance from the Texas Water Development Fund for planning, acquisition, design, and construction of a water system improvements project; b) a waiver from the requirement to include funds to mitigate water loss as part of this project. Shubham Aggarwal, Water Supply & Infrastructure, presented this item.

THE APPLICATION FOR ITEM 13 WAS WITHDRAWN AND THIS ITEM WAS PULLED.

14. Consider approving by resolution a request from the Greater Texoma Utility Authority on behalf of Gober Municipal Utility District (Fannin County) for \$680,000 in financial assistance from the Texas Water Development Fund for planning, design, and construction of water system improvements project.

Director Morgan moved to adopt the proposed resolution for the Greater Texoma Utility Authority on behalf of Gober Municipal Utility District for financial assistance from the Texas Water Development Fund for planning, design, and construction of water system improvements project, as recommended by the Executive Administrator.

The motion was seconded by Director Franks, and it passed unanimously.

15. The Board will receive comments from the public on any matters within the jurisdiction of the TWDB the exception of matters which are subject to the ex parte prohibition found in Texas Government Code Section 2001.061.
16. THE BOARD MAY ADJOURN INTO EXECUTIVE SESSION AND CONDUCT A CLOSED MEETING TO CONSIDER ANY ITEM ON THIS AGENDA IF A MATTER IS RAISED THAT IS APPROPRIATE FOR THE BOARD TO CONDUCT A PRIVATE CONSULTATION WITH ITS ATTORNEY ON A MATTER IN WHICH THE DUTY OF THE ATTORNEY TO THE GOVERNMENTAL BODY UNDER THE TEXAS DISCIPLINARY RULES OF PROFESSIONAL CONDUCT OF THE STATE BAR OF TEXAS CLEARLY CONFLICTS WITH CHAPTER 551 OF THE TEXAS GOVERNMENT CODE. THE BOARD MAY CONDUCT A CLOSED MEETING TO RECEIVE LEGAL ADVICE AND DISCUSS PENDING OR CONTEMPLATED LITIGATION, SETTLEMENT OFFERS, OR THE APPOINTMENT, EMPLOYMENT, EVALUATION, REASSIGNMENT, DUTIES, DISCIPLINE OR DISMISSAL OF SPECIFIC BOARD EMPLOYEES, INCLUDING THE EXECUTIVE ADMINISTRATOR AND GENERAL COUNSEL, AS PERMITTED BY SECTIONS 551.071 AND 551.074, THE TEXAS OPEN MEETINGS ACT, CODIFIED AS CHAPTER 551 OF THE TEXAS GOVERNMENT CODE. THE BOARD MAY ALSO MEET IN OPEN MEETING TO TAKE ACTION ON LEGAL OR PERSONNEL MATTERS CONSIDERED IN THE CLOSED MEETING AS REQUIRED BY SECTION 551.102 OF THE OPEN MEETINGS ACT,

CHAPTER 551 OF THE GOVERNMENT CODE. THE BOARD MAY CONDUCT A CLOSED MEETING TO CONSIDER AND DISCUSS FINANCIAL MATTERS RELATED TO THE INVESTMENT OR POTENTIAL INVESTMENT OF THE BOARD'S FUNDS, AS PERMITTED BY SECTION 6.0601(A) OF THE TEXAS WATER CODE. THE BOARD MAY ALSO MEET IN OPEN MEETING TO TAKE ACTION ON A FINANCIAL MATTER DISCUSSED IN THE CLOSED MEETING AS REQUIRED BY SECTION 6.0601(B) OF THE TEXAS WATER CODE.

The Board recessed at 10:17 a.m. and reconvened at 10:31 a.m. After an Executive Session of the Board, the Chairwoman called the meeting of the Texas Water Development Board back into session at 12:16 p.m. There being no further business for the Board, the meeting was adjourned at 12:16 p.m.

APPROVED and ordered of record this the 11th day of May 2026.

TEXAS WATER DEVELOPMENT BOARD

L'Oreal Stepney, P.E., Chairwoman

DATE SIGNED: _____

ATTEST:

Bryan McMath, Executive Administrator